

File No. 29891

William Burum, )  
 to ) OPTION  
 Last Frontier Oil Co., Inc.)

## O P T I O N

Last Frontier Oil Co., Inc.  
 818 South Virginia Street  
 Reno, Nevada

Gentlemen:

In consideration of your agreement to drill a test well for oil and/or gas to a depth to be determined by your geologist in the County of Eureka, State of Nevada, I, the undersigned, William Burum of Delano, California, being the legal owner of a certain Government Oil and Gas Lease, described as follows:

Serial #08233, issued on March 1, 1952, County of Eureka, State of Nevada, Lots 1, 2, 3, and 4, Section 1, Township 26 N., Range 50 E., comprising 160 acres, more or less.

hereby grant you an option on the foregoing lease on the following terms and conditions:

If within a period of four months from the date hereof you have started drilling operations on a location selected by yourselves any place in Township 26 N., or 27 N., Range 50 E. or 51 E., I agree to assign to your corporation the lease above described, reserving for myself a  $4\frac{1}{6}\%$  over-riding royalty, which shall be in addition to the  $12\frac{1}{2}\%$  U. S. Government royalty, with the further agreement that you will within the period of one year after the assignment has been made drill at lease one test well on some place on the above lease, and, it is further agreed that in the event the test well referred to in the above described lease shall prove to be a commercial producer The Last Frontier Oil Co., Inc. agrees to drill a minimum of at least one well each six months thereafter until said lease shall be considered fully drilled up. It is further agreed that you will not transfer or assign your interest in the said lease unless and until commercial production has been obtained thereon.

It is further understood and agreed, that in the event the well or wells drilled prior to the expiration of the said one year period do not in your estimation warrant further exploitation of this are, and that you decide not to drill any more wells, then in that event you agree to reassign the foregoing lease to become due will be promptly paid by your corporation in order to keep the foregoing lease in good legal standing.

I agree to make the above assignments to your corporation on proper proof that actual drilling operations have started.

In witness whereof, I have hereunto set my hand and seal this 1st day of Aug. 1953.

STATE OF CALIFORNIA  
 COUNTY OF TULARE, S.S:

William Burum  
 William Burum

On this 1st day of Aug. before me, Ham Chaney, a Notary public in and for the said County of Kern, State of California, residing therein, duly commissioned and sworn, personally appeared William Burum, known to me to be the person described in and whose name is subscribed to the within instrument and acknowledged to me that he executed the same.

In witness whereof I have hereunto set my hand and affixed my official seal in said County of Tulare the day and year in this certificate first above written.

(Notarial Seal)

Ham Chaney  
 Notary Public in and for the  
 County of Tulare, State of California. My commission expires Oct.  
 11, 1955.

Recorded at the Request of George S. Reed Aug. 8 A.D. 1953 At 50 minutes past 11 A.M.

R. W. Gibson--Recorder.